COOK, YANCEY, KING & GALLOWAY

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When calling relative to this matter, refer to file No. 983.

Honorable Philip N. Asprodites Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, Louisiana 70804-9275

Re: Upper Hosston Formation, Reservoir B
Lower Hosston Formation, Reservoir A
West Arcadia Field
Bienville Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Medallion Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Upper Hosston Formation, Reservoir B, and the Lower Hosston Formation, Reservoir A, in the West Arcadia Field, Bienville Parish, Louisiana:

- 1. To authorize KCS Medallion Resources, Inc. to drill, designate and utilize its Willamette 36 No. 1 Well as an alternate unit well for U HOSS RB SUH at the location shown on the plat which is attached hereto and made a part hereof in exception to the spacing provisions of applicable orders;
- 2. To authorize KCS Medallion Resources, Inc. to drill, designate and utilize its Willamette 36 No. 1 Well as a alternate unit well for L HOSS RA SUE at the location shown on the plat which is attached hereto and made a part hereof;
- To designate KCS Medallion Resources, Inc. as the operator of U HOSS RB SUH and L HOSS RA SUE;
- 4. To authorize the unit allowable for U HOSS RB SUA and L HOSS RA SUE to be produced from the existing unit wells, the proposed alternate unit wells, or any combination thereof, at the discretion of the operators; and

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5. To consider and cover such other matters as Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Upper Hosston Formation, Reservoir B, in the West Arcadia Field, Bienville Parish, Louisiana, was defined in Office of Conservation Order No. 692-A-4, effective on and after May 1, 1981.

The Lower Hosston Formation, Reservoir A, in the West Arcadia Field, Bienville Parish, Louisiana, was defined in Office of Conservation Order No. 692-C, effective on and after May 1, 1981.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party from Mr. Rick Deffenbaugh, KCS Medallion Resources, Inc., 7130 South Lewis Avenue, Suite 700, Tulsa, Oklahoma 74136-54898, telephone number (918) 491-4105.

The attached list includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search and a copy of this application, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. The application fee is enclosed.

Yours very truly,

William Fleming

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JWF:s Enclosures

cc: Mr. James C. Broussard, District Manager Interested Owners, Represented Parties and Interested Parties

